

House File 565

H-1192

1 Amend House File 565 as follows:

2 1. Page 1, after line 24 by inserting:

3 <Sec. _____. Section 257.2, subsection 2, Code 2017,
4 is amended by striking the subsection.>

5 2. Page 2, after line 3 by inserting:

6 <Sec. _____. NEW SECTION. 257.14A District cost per
7 pupil equity — budget adjustment.

8 1. The board of directors of a school district
9 with a regular program district cost per pupil that is
10 less than the highest regular program district cost
11 per pupil among all school districts in the state for
12 the same budget year that wishes to receive the budget
13 adjustment under this section may adopt a resolution
14 by May 15 preceding the budget year and shall within
15 ten days of adoption of the resolution notify the
16 department of management of the amount of the budget
17 adjustment to be received.

18 2. a. For budget years beginning on or after
19 July 1, 2017, each school district that satisfies the
20 requirements of subsection 1 shall be eligible for a
21 budget adjustment for that budget year in an amount not
22 to exceed the difference between the school district's
23 regular program district cost per pupil and the
24 highest regular program district cost per pupil among
25 all school districts in the state multiplied by the
26 district's budget enrollment. The resolution adopted
27 under subsection 1 may specify a budget adjustment
28 amount that is less than the maximum amount authorized
29 under this paragraph "a".

30 b. The school district shall fund the budget
31 adjustment either by using moneys from its unexpended
32 fund balance or by using cash reserve moneys.

33 3. A budget adjustment received under this section
34 shall not affect the eligibility for or amount of any
35 other budget adjustment authorized by law for the same

1 budget year. In addition, a budget adjustment under
2 this section shall be limited to the budget year for
3 which the adjustment was authorized and shall not be
4 included in any computation of a school district's cost
5 for any future budget year.

6 Sec. _____. Section 257.34, Code 2017, is amended to
7 read as follows:

8 **257.34 Cash reserve information.**

9 1. If a school district receives less state school
10 foundation aid under [section 257.1](#) than is due under
11 that section for a base year and the school district
12 uses funds from its cash reserve during the base year
13 to make up for the amount of state aid not paid, the
14 board of directors of the school district shall include
15 in its general fund budget document information about
16 the amount of the cash reserve used to replace state
17 school foundation aid not paid.

18 2. If a school district uses funds from its
19 cash reserve during the base year to fund a budget
20 adjustment under section 257.14A, the board of
21 directors of the school district shall include in its
22 general fund budget document information about the
23 amount of the cash reserve used for such purpose.>

24 3. Page 7, after line 24 by inserting:

25 <Sec. _____. IMPLEMENTATION. Notwithstanding the
26 deadline for adopting a resolution to approve the
27 budget adjustment in section 257.14A, subsection 1,
28 for the school budget year beginning July 1, 2017,
29 the resolution of the board of directors of a school
30 district shall be approved not later than June 10,
31 2017.

32 Sec. _____. EFFECTIVE UPON ENACTMENT. The following
33 provisions of this Act, being deemed of immediate
34 importance, take effect upon enactment:

35 1. The section of this Act amending section 257.2,

1 subsection 2.

2 2. The section of this Act enacting section
3 257.14A.

4 3. The section of this Act amending section
5 257.34.>

6 4. Title page, by striking lines 2 through 4
7 and inserting <the establishment of school district
8 flexibility funds, authorizing the transfer and
9 expenditure of certain unexpended and unobligated
10 funds, establishing a budget adjustment, and including
11 effective date provisions.>

12 5. By renumbering as necessary.

WINCKLER of Scott

KURTH of Scott

THEDE of Scott